

(4) BENEFITS PAYABLE AS A REVERSIONARY ANNUITY OR DEFERRED REVERSIONARY ANNUITY BENEFITS;

(5) BENEFITS FOR LONG-TERM HOME HEALTH CARE AND LONG-TERM CARE IN A NURSING HOME OR SIMILAR INSTITUTION;

(6) TERM INSURANCE BENEFITS PROVIDED BY A RIDER OR SUPPLEMENTAL POLICY PROVISION IF THIS SUBTITLE WOULD NOT APPLY HAD THE RIDER OR SUPPLEMENTAL POLICY PROVISION BEEN ISSUED AS A SEPARATE POLICY;

(7) TERM INSURANCE BENEFITS PAYABLE ON THE LIFE OF A CHILD PROVIDED IN A POLICY ON THE LIFE OF A PARENT OF THE CHILD IF THE TERM INSURANCE:

(I) EXPIRES BEFORE THE CHILD TURNS 26 YEARS OLD;

(II) IS A UNIFORM AMOUNT AFTER THE CHILD IS 1 YEAR OLD;

(III) HAS NOT BECOME PAID-UP DUE TO THE DEATH OF A PARENT OF THE CHILD; AND

(8) OTHER POLICY BENEFITS ADDITIONAL TO LIFE INSURANCE OR ENDOWMENT BENEFITS.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 414(l).

In the introductory language of subsection (d)(7) of this section, the former phrase "or on the lives of children" is deleted as unnecessary in light of Art. 1, § 8 of the Code which provides that "[t]he singular always includes the plural ... except where such construction would be unreasonable."

Defined terms: "Annuity" § 1-101

"Insurance" § 1-101

"Life insurance" § 1-101

"Policy" § 1-101

"Premium" § 1-101

16-312. CASH SURRENDER VALUES — POLICIES ISSUED ON OR AFTER JANUARY 1, 1986.

(A) SCOPE OF SECTION.

THIS SECTION APPLIES TO POLICIES OF LIFE INSURANCE ISSUED ON OR AFTER JANUARY 1, 1986, AND IS IN ADDITION TO ANY OTHER APPLICABLE PROVISIONS OF THIS SUBTITLE.

(B) IN GENERAL.

ON DEFAULT OF A PREMIUM PAYMENT DUE ON A POLICY ANNIVERSARY, ANY CASH SURRENDER VALUE AVAILABLE UNDER THE POLICY MAY NOT DIFFER FROM THE SUM OF THE GREATER OF THE BASIC CASH VALUE CALCULATED IN ACCORDANCE WITH SUBSECTION (C) OF THIS SECTION AND ZERO AND THE